

**Subpart B—Requirements for Approved Projects**

- 305.5 Project administration by District Organization.
- 305.6 Allowable methods of procurement for construction services.
- 305.7 Services performed by the Recipient's own forces.
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- 305.13 Contract change orders.
- 305.14 Occupancy prior to completion.

AUTHORITY: 42 U.S.C. 3211; 42 U.S.C. 3141; Department of Commerce Organization Order 10-4.

SOURCE: 70 FR 47019, Aug. 11, 2005, unless otherwise noted.

**Subpart A—General****§ 305.1 Purpose and scope.**

Public Works and Economic Development Investments ("Public Works Investments") intend to help the nation's most distressed communities revitalize, expand and upgrade their physical infrastructure to attract new industry, encourage business expansion, diversify local economies and generate or retain long-term private sector jobs and investments. The primary goal of these Investments is the creation of new, or the retention of existing, long-term private sector job opportunities in communities experiencing significant economic distress as evidenced by chronic high unemployment, underemployment, low per capita income, outmigration, or a Special Need. These Investments also intend to assist communities in attracting private capital investment and higher-skill, higher-wage job opportunities and to promote the successful long-term economic recovery of a Region.

**§ 305.2 Award requirements.**

(a) *Project scope.* Public Works Investments may fund the following activities:

- (1) Acquisition or development of land and improvements for use in a

public works, public service or other type of development facility; or

- (2) Acquisition, design and engineering, construction, rehabilitation, alteration, expansion, or improvement of such a facility, including related machinery and equipment.

(b) *Requirements.* A Public Works Investment may be made if EDA determines that:

- (1) The Project will, directly or indirectly:

- (i) Improve the opportunities for the successful establishment or expansion of industrial or commercial plants or facilities in the Region where the Project is located;

- (ii) Assist in the creation of additional long-term employment opportunities in the Region; or

- (iii) Primarily benefit the long-term unemployed and members of low-income families in the Region;

- (2) The Project will fulfill a pressing need of the Region, or a part of the Region, in which the Project is located; and

- (3) The Region in which the Project is located has a CEDS and the Project is consistent with the CEDS.

- (c) Not more than fifteen (15) percent of the annual appropriations made available to EDA to fund Public Works Investments may be made in any one (1) State.

**§ 305.3 Application requirements.**

(a) Each application for Public Works Investment Assistance must:

- (1) Include evidence of eligibility, as provided in part 301 of this chapter;

- (2) Include, or incorporate by reference, a CEDS (as provided in § 303.7 of this chapter);

- (3) Demonstrate how the proposed Project meets the criteria of § 305.2; and

- (4) Demonstrate how the proposed Project meets the proposal evaluation criteria set forth in § 301.8 of this chapter.

(b) The Investment Rate for Public Works Investments will be determined in accordance with § 301.4 of this chapter.